

STATE RISK MANAGEMENT FUND  
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2003

	May-03				April-03				March-03				December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Month Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Market Value	Allocation	Actual	Quarter Policy Net ROR	Net	Net	Ended 6/30/2002 Net	Ended 6/30/2002 Net
<b>LARGE CAP DOMESTIC EQUITY</b>																								
<i>Structured Growth</i>																								
AllianceBernstein	68,780	2.7%	2.3%	3.11%	79,233	2.9%	2.3%	7.08%	73,985	2.8%	2.3%	-0.09%	53,956	1.9%	2.3%	2.89%	52,431	1.9%	2.3%	-13.54%	-1.87%	-28.65%	-16.80%	N/A
Russell 1000 Growth				4.99%				7.39%				-1.07%				7.15%				-15.05%	1.53%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																								
LSV	55,119	2.2%	2.3%	8.88%	60,154	2.2%	2.3%	7.97%	55,719	2.1%	2.3%	-5.73%	60,515	2.1%	2.3%	6.53%	56,818	2.1%	2.3%	-18.60%	-3.91%	2.41%	5.40%	N/A
Russell 1000 Value				6.46%				8.80%				-4.86%				9.22%				-18.77%	-2.24%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																								
State Street	266,589	10.5%	10.5%	5.26%	300,692	10.9%	10.5%	8.26%	277,772	10.4%	10.5%	-3.17%	281,869	9.9%	10.5%	8.41%	259,992	9.4%	10.5%	-17.26%	-1.03%	-18.03%	-9.27%	3.58%
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>																								
S&P 500	390,488	15.4%	15.0%	5.36%	440,078	15.9%	15.0%	8.00%	407,476	15.2%	15.0%	-3.02%	396,340	13.9%	15.0%	7.34%	369,241	13.4%	15.0%	-16.96%	-1.63%	-16.89%	-8.30%	3.74%
				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																								
<i>Manager-of-Managers</i>																								
SEI	137,205	5.4%	5.0%	10.55%	141,861	5.1%	5.0%	9.39%	129,648	4.8%	5.0%	-4.21%	135,346	4.7%	5.0%	4.91%	129,017	4.7%	5.0%	-19.31%	-1.94%	-11.77%	N/A	N/A
Russell 2000 + 200bp				10.90%				9.65%				-4.00%				6.68%				-20.97%	-1.58%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>																								
Russell 2000	137,205	5.4%	5.0%	10.55%	141,861	5.1%	5.0%	9.39%	129,648	4.8%	5.0%	-4.21%	135,346	4.7%	5.0%	4.91%	129,017	4.7%	5.0%	-19.31%	-1.94%	-11.69%	2.22%	4.32%
				10.73%				9.48%				-4.49%				6.16%				-21.40%	-3.38%	-8.59%	1.67%	4.44%
<b>CONVERTIBLES</b>																								
TCW	259,254	10.2%	10.0%	4.96%	289,779	10.5%	10.0%	6.19%	292,478	10.9%	10.0%	1.16%	289,079	10.1%	10.0%	8.15%	267,292	9.7%	10.0%	-10.05%	9.69%	-20.37%	-2.22%	N/A
First Boston Convertible Index				4.44%				5.25%				3.82%				9.83%				-8.47%	14.72%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																								
<i>Large Cap - Active</i>																								
Capital Guardian	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				N/A				N/A				N/A				N/A				N/A	N/A	-14.62%	-7.32%	-1.89%
<i>Small Cap - Value</i>																								
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	-7.11%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				N/A				N/A				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>																								
MSCI EAFE - 50% Hedged	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-			N/A	N/A	-12.10%	-2.96%	2.87%
				N/A				N/A				N/A				N/A				N/A	N/A	-14.62%	-7.32%	-1.89%
<b>DOMESTIC FIXED INCOME</b>																								
<i>Core Bond</i>																								
Western Asset	633,374	25.0%	25.0%	2.12%	689,702	25.0%	25.0%	1.70%	688,174	25.7%	25.0%	2.16%	763,992	26.8%	25.0%	2.96%	733,279	26.6%	25.0%	3.51%	13.08%	8.36%	8.53%	7.80%
Lehman Aggregate				1.86%				0.83%				1.39%				1.57%				4.58%	10.61%	8.62%	8.10%	7.57%
<i>Index</i>																								
Bank of ND	349,940	13.8%	15.0%	2.77%	376,733	13.7%	15.0%	1.05%	378,293	14.1%	15.0%	1.65%	405,275	14.2%	15.0%	1.65%	410,753	14.9%	15.0%	5.96%	13.69%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
Total Index	349,940	13.8%	15.0%	2.77%	376,733	13.7%	15.0%	1.05%	378,293	14.1%	15.0%	1.65%	405,275	14.2%	15.0%	1.65%	410,753	14.9%	15.0%	5.96%	13.69%	8.14%	7.66%	7.30%
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																								
Strong	274,009	10.8%	10.0%	3.38%	294,567	10.7%	10.0%	2.62%	291,479	10.9%	10.0%	3.29%	307,316	10.8%	10.0%	4.48%	290,730	10.6%	10.0%	3.08%	18.01%	N/A	N/A	N/A
Lehman US Credit BAA				3.72%				2.77%				3.40%				4.59%				2.70%	18.39%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>																								
Lehman Gov/Credit	1,257,323	49.6%	50.0%	2.57%	1,361,003	49.3%	50.0%	1.72%	1,357,946	50.8%	50.0%	1.63%	1,476,583	51.7%	50.0%	2.89%	1,434,763	52.1%	50.0%	4.11%	10.73%	7.55%	7.88%	7.42%
				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	7.86%	7.47%
<b>CASH EQUIVALENTS</b>																								
Bank of ND	488,171	19.3%	20.0%	0.11%	526,867	19.1%	20.0%	0.11%	486,406	18.2%	20.0%	0.35%	556,615	19.5%	20.0%	0.41%	554,810	20.1%	20.0%	0.48%	1.47%	2.41%	4.76%	4.99%
90 Day T-Bill				0.10%				0.09%				0.30%				0.43%				0.45%	1.38%	2.63%	4.68%	4.84%
<b>TOTAL RISK MANAGEMENT FUND</b>																								
POLICY TARGET BENCHMARK	2,532,443	100.00%	100.00%	3.21%	2,759,589	100.00%	100.00%	3.24%	2,673,954	100.00%	100.00%	0.74%	2,853,964	100.00%	100.00%	3.59%	2,755,122	100.00%	100.00%	-2.34%	8.61%	-2.68%	0.05%	3.24%
				3.21%				2.79%				0.56%				3.61%				-1.82%	8.53%	0.31%	1.44%	4.45%

NOTE: Monthly returns and market values are preliminary and subject to change.